GOVERNMENT OF ANDHRA PRADESH
ABSTRACT

Skill Development, Entrepreneurship and Innovation Department - Share Capital of the Government in Andhra Pradesh Skill Development Corporation, (APSSDC) Hyderabad – Allocation of Equity in the Budget (Grant-in-Aid) of A.P.S.S.D.C. for the year 2015-16 – Orders – Issued.

SKILL DEVELOPMENT, ENTERPRENEURSHIP & INNOVATION DEPARTMENT

G.O.Rt.No.88 **Dated: 29.07.2016.**

Read the following

1. G.O Ms.No.47 H.E. (EC.A2) Dept. dated 10.09.2014
2. Memorandum of Articles of Association
3. G.O.Ms.No.48 H.E. (EC.A2) Dept. dated 27.9.2014
4. G.O Rt.No.2477 Finance EBS-IV-SE-HE)Dept. dated 9.9.2015
5. G.O.Rt.No.13 SDE&I Dept., dated 11.09.2015
6. Letter No. APSSDC/MD&CEO/2015-16, dated 14.06.2016.

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O R D E R:-

In the G.O. 1st read above, government have issued orders for formation of Andhra Pradesh State Skill Development Corporation (APSSDC) on the lines of National Skill Development Corporation (NSDC) on Public Private Partnership (PPP) mode with 49% share to be held by Government of Andhra Pradesh and 51% of the shares to be held by NSDC and Industry.

2. As per the reference 2nd cited above, the Authorized Share Capital of APSSDC has been fixed at Rs.10,00,00,000/- (Rupees Ten Crore Only) divided into 1,00,00,000 (One Crore) equity shares of Rs.10/- each only.

3. In the G.O. 3rd read above, Government have approved the Memorandum & Articles of Association of A.P.S.S.D.C. under which is to be incorporated, it is stipulated in the Memorandum & Articles of Association that at no point of time the Government of Andhra Pradesh shall hold less than 49% of the total paid up capital of the Company.

4. In the letter 6th read above, the Managing Director & Chief Executive Officer, Andhra Pradesh Skill Development Corporation,(MD & CEO., APSSDC) Hyderabad has informed that pursuant to the efforts of Government of Andhra Pradesh and A.P.S.S.D.C., several private/public institutions such as National Skill Development Corporation (NSDC), GMR-VF etc., have shown interest in contributing to the equity of A.P.S.S.D.C. and in this direction some of them have sent part of their agreed contribution to the company. In this background, with a view to ensure that in the increased paid up capital the share of the Government of Andhra Pradesh is not less than 49% of the equity of Andhra Pradesh Skill Development Corporation, the Board of A.P.S.S.D.C. has decided to allot shares to Government of Andhra Pradesh upto 49% of the present authorized and issued capital of Rs.10 crore and accordingly treating an amount of Rs. 2,78,82,000/- out of the grant received during the year as received towards equity, allotted 27,88,200/- equity shares of Rs. 10/- each fully paid in the name of Government of Andhra Pradesh. This was done consciously to keep the share of the Government at 49% till the paid up capital does not exceed Rs. 10 crore.

5. Accordingly, the Managing Director & Chief Executive Officer, Andhra Pradesh Skill Development Corporation, Hyderabad has requested the Government to ratify the action of the A.P.S.S.D.C. in having treated the amount of Rs.2,78,82,000/- as the share capital from out of the grant-in-aid received during 2015-16 and issue orders accordingly.

6. Government after consideration of the proposal of M.D. &C.E.O., A.P.S.S.D.C. 6th cited, considering the requirement to comply with the conditions of the Government and the Memorandum and Articles of Association and with reference to the grant released for 2015-16 hereby orders that the grant of Rs.25.00 crore released as grant-in-aid to A.P.S.S.D.C. for the year 2015-16 comprises of Rs.2,78,82,000/-(Rupees Two Crore Seventy Eight Lakh Eighty Two Thousands only) towards its share capital contribution and the balance of Rs. 22,21,18,000/- towards the grant-in-aid for 2015-16.

7. The Managing Director & Chief Executive Officer, Andhra Pradesh Skill Development Corporation shall take further necessary action in the matter.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

SUBBARAO GHANTA
SPECIAL SECRETARY

To
The Managing Director & Chief Executive Officer,
Andhra Pradesh Skill Development Corporation Begumpet, Hyderabad.
Copy to P.S. to Principal Secretary, SDE&I Department
Copy forwarded to AG, A.P. Hyderabad
Copy to Director of Treasuries & Accounts, A.P.
Copy to P.S. to Special Chief Secretary to Govt., Finance Deptt.

//FORWARDED :: BY ORDER //

SECTION OFFICER.